

Michael O. Leavitt Governor Stephen G. Boyden 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax) http://www.trustlands.com

September 4, 2002

Ronald Stout 1009 N. 1700 E. St. George, UT 84770

RE:

MLA 48974-MP DOGM # M/053/073

Section 20, T42S, R15W, SLB&M

Dear Mr. Stout:

Thank you for submitting payment of \$7,000.00 in trespass damages in response to my letter of August 13, 2002. The money will be deposited in a suspense account of the Trust Lands Administration pending action upon mineral materials permit application MLA 48974-MP, submitted by Stratton Construction Co.

In order to continue processing the mineral materials permit application I require additional information as per my letter of August 23, 2002, sent to Stratton Construction. Please discuss my letter with Scott Stratton and provide me with the information requested.

Also, please provide me with evidence that Stratton Construction is the surface owner of the lands described in the mineral materials permit application. If Stratton Construction in not the surface owner of the lands within the application then please provide me with a copy of a written surface-use agreement entered between Stratton Constrution and the surface owner, waiving all claims of liability and surface damages against the Trust Lands Administration and the State of Utah with respect to any mining or quarrying of the minerals estate.

I am enclosing a checklist to assist you in preparing and submitting a notice of intent to commence mining to the Trust lands Administration. It is important to note that these SITLA notification requirements must be satisfied in addition to the notification and permitting requirements of the Division of Oil, Gas & Mining. Please contact me if you have any questions.

Sincerely,

John T. Blake

Mineral Resources Specialist

CC: Wayne Hedberg

RECEIVED

SEP 0 5 2002

DIVISION OF OIL, GAS AND MINING